GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Ind. & Com. Depy., – Ultra-mega Project of M/s. Arcelor Mittal Nippon Steel India Limited (AMNSI) for setting up of new 17.8 MTPA integrated steel plant in 2 phases (7.3 MTPA in first phase & 10.5 MTPA in Phase-II) in Anakapalli District - Consideration of subsequent request of M/s. AMNSI for acquisition of 111 acres of land for establishment of Railway siding facility – Orders – Issued.

INDUSTRIES & COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 113

Dated: 30-06-2025
Read the following;

1. G.O.Ms.No.76, Ind. & Com (P&I) dept., dt:26.11.2024.
2. From the VC&MD, APIIC, letter No. APIIC-17/207/2024-ASSETMGMT- APIIC Date:18.04.2025.
3. Meeting of the State Investment Promotion Board (SIPB) held on 19.06.2025.
4. G.O.Ms.No.99, Industries & Commerce (Infra) Department, dt.20.06.2025.
5. From the GA(Cabinet) Department, Council Resolution No.241/2025, dt.24.06.2025.

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ORDER:

In the G.O. 1st read above, Government have issued orders for allotment of lands and certain tailor-made incentives and other facilitation in favour of M/s. Arcelor Mittal Nippon Steel India Limited (AMNSI) for setting up of "integrated steel plant" in 2 phases at Nakkapalli (M), Anakapalli District. Accordingly, provisional allotment orders were issued by APIIC in favour of M/s. AMNSI duly allotting land measuring an extent of Acs.2080.76 cts @ Rs.51,39,690/- per acre on 28.11.2024.

2. The M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) has submitted representation, requesting relaxation in the terms and conditions of allotment related to Indemnity, Payment of land cost in three instalments within a maximum period of 12 months, Permission for subleasing/subletting the lands to subsidiaries of the AMNSI, with prior approval of APIIC or Government as the case may be and acquisition of 111 acres of land for establishment of Railway siding facility.

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3. Accordingly, the requests of the M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) has been placed before the State Investment Promotion Board (SIPB) meeting held on 19.06.2025 with the recommendations of the State Investment Promotion Committee (SIPC).

4. In the reference 3rd read above, the SIPB, after a detailed discussions on the request of M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) and SIPC recommendations, approved as follows:

i. Permission for payment of land cost in multiple Tranches with an applicable interest of 9% per annum.
ii. Permission to Sublease/Sublet only to its subsidiaries, with prior written approval of the APIIC or the Government as the case may be, subject to the condition that the share of the AMNSI in the said subsidiaries remains more than 51%.
iii. Approval for modification of Indemnity Clause in the allotment letter as requested by the company, as a special case, considering the investment of > 1 lakh Cr in two phases in the State.
iv. Recommendation to SIPB for approval of Land Acquisition of about 111 acres on actual cost basis, for establishment of railway siding facility.

5. In the reference 4th read above, Government approved request of M/s Arcelor Mittal Nippon Steel India Limited (AMNSI) as follows:

i. Permission for payment of land costs in three Tranches with an applicable interest of 9% per annum.
ii. Permission to Sublease/Sublet only to its subsidiaries, with prior written approval of the APIIC or the Government as the case may be, subject to the condition that the share of the AMNSI in the said subsidiaries remains more than 51%.
iii. Approval for modification of Indemnity Clause in the allotment letter as requested by the company, as a special case, considering the investment of > 1 lakh cr in two phases in the State.

6. After careful consideration of the decision of the State Investment Promotion Board (SIPB), Government hereby further approves for Land Acquisition of about 111 acres on actual cost basis, for establishment of railway siding facility.

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7. The Director of Industries and the Vice Chairman & Managing Director, APIIC, shall take necessary action accordingly, in the matter.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N.YUVARAJ
SECRETARY TO GOVERNMENT

To
The Director of Industries, AP, APIIC tower, Mangalagiri.
The VC&MD, APIIC, APIIC Tower, Mangalagiri.
Copy to:
The M/s. Arcelor Mittal Nippon Steel India Limited (AMNSI),
6th and 7th floor, Raheja Tower, Plot C-30, Block-G, Bandra kurla Complex, Bandra (east), Mumbai-400051, Maharashtra.
The P.S. to Secretary to C.M, A.P. Secretariat.
The P.S. to Hon'ble Minister (I&C and FP), A.P. Secretariat.
The P.S. to Chief Secretary to Government, A.P. Secretariat.
The P.S. to Secretary to Govt. (I&C), A.P. Secretariat.
The GA(Cabinet) Department
Sc/Sf(2809021)

//FORWARDED::BY ORDER//

SECTION OFFICER